

<input checked="checked" type="checkbox"/> FILED	<input type="checkbox"/> RECEIVED
<input type="checkbox"/> ENTERED	<input type="checkbox"/> SERVED ON
COUNSEL/PARTIES OF RECORD	
OCT 23 2017	
CLERK US DISTRICT COURT DISTRICT OF NEVADA	
BY: _____	DEPUTY _____

UNITED STATES DISTRICT COURT

DISTRICT OF NEVADA

* * *

THOMAS READER, *et. al*,

Case No. 3:16-cv-00392-LRH-WGC

Plaintiffs,

ORDER

v.

HG STAFFING, LLC; MEI-GSR
HOLDINGS, LLC, d/b/a GRAND SIERRA
RESORT; and DOES 1 through 50, inclusive,

Defendants.

In this Fair Labor Standards Act ("FLSA") case, the plaintiffs moved to certify the collective action for discovery and trial purposes under 29 U.S.C. § 216(b). ECF No. 27. The defendants opposed the motion, and the plaintiffs replied. ECF Nos. 41, 48. Because the proposed class has yet to move for conditional certification and has yet to join with opt-in plaintiffs in this action, the court now denies the motion without prejudice.

I. BACKGROUND

This case stems from an ongoing case before this court: *Sargant et. al v. HG Staffing, et. al.*, Case No. 3:13-cv-00453-LRH-WGC. In *Sargant*, the court decertified a conditionally certified collective action because the plaintiffs were not "similarly situated" as required by the FLSA. 171 F. Supp. 3d 1063 (D. Nev. 2016). After the class was decertified in *Sargant*, the plaintiffs herein filed an independent complaint to initiate this proceeding. ECF No. 1. The plaintiffs amended the complaint, ultimately alleging one cause of action: the failure to pay overtime wages in violation of the FLSA. ECF No. 12. The defendants moved to dismiss the

1 amended complaint, which the court granted in part and denied in part. ECF Nos. 14, 21. The
2 defendants then answered the amended complaint. ECF No. 24. The proposed collective action
3 has yet to be conditionally certified and has yet to be joined by opt-in plaintiffs.

4 Plaintiffs now seek to certify the proposed collective action “for discovery and trial
5 purposes” based on a narrower class than that presented in *Sargent*. Compare ECF No. 27 at 4
6 (describing the proposed class as: “[a]ll current and former non-exempt employees employed by
7 Defendants, who were required to attend a pre-shift meeting without compensation at any time
8 during the relevant time period alleged”) with *Sargent*, 3:13-cv-00453-LRH-WGC at ECF No.
9 144 at 2 (describing the proposed class as: “[a]ll non-exempt hourly workers employed by
10 Defendants at any time from June 21, 2009, until the date of judgment after [trial] herein”). The
11 defendants opposed the certification motion, and the plaintiffs replied. ECF Nos. 41, 48.

12 II. DISCUSSION

13 The plaintiffs seek certification of the proposed collective action for discovery and trial
14 purposes, asserting the FLSA-procedural-process requires certification and the proposed class
15 meets the criteria for a collective-action certification. ECF No. 27. The defendants oppose the
16 certification, arguing the doctrine of issue preclusion bars the proposed certification, the first-to-
17 file rule bars the proposed certification, the FLSA procedures have yet to be fulfilled by the
18 plaintiffs, and the plaintiffs do not meet the requirements for a collective-action certification.
19 ECF No. 41. The court finds that FLSA procedures have yet to be fulfilled by the plaintiffs and
20 denies the motion on this basis. As a result, the court does not reach the parties’ remaining
21 arguments.

22 The plaintiffs’ motion to certify the collective action for discovery and trial purposes
23 must fail because the plaintiffs have yet to seek conditional certification and have yet to join with
24 opt-in plaintiffs. Under the FLSA, employees may sue their employers when the employer fails
25 to pay overtime wages. 29 U.S.C. § 207; *Barrentine v. Arkansas-Best Freight Sys., Inc.*, 450 U.S.
26 728, 739, 101 S. Ct. 1437, 67 L.Ed.2d 641 (1981). Employees may bring suit as a collective
27 action “for and in behalf of ... themselves and other employees similarly situated.” 29 U.S.C. §
28 216(b). The court determines whether a proposed collective action should be certified by

1 “[evaluating] whether the proposed lead plaintiffs and the proposed collective action group are
2 ‘similarly situated’ for purposes of [29 U.S.C.] § 216(b).” *Leuthold v. Destination Am., Inc.*, 224
3 F.R.D. 462, 466 (N.D. Cal. 2004) (citation omitted). “Neither the Supreme Court nor the Ninth
4 Circuit have interpreted the term [‘similarly situated’].” *Kress v. PricewaterhouseCoopers, LLP*,
5 263 F.R.D. 623, 627 (E.D. Cal. 2009) (citing *Leuthold*, 224 F.R.D. at 466). But in this circuit,
6 collective-action certification occurs in two steps. *Id.*; see also *Dualan v. Jacob Transportation*
7 *Servs., LLC*, 172 F. Supp. 3d 1138, 1144 (D. Nev. 2016) (stating the court would follow “the
8 courts in [the Ninth Circuit] by considering certification in two stages.”).

9 In the first step, or the notice stage, the court determines whether the proposed-collective-
10 action group should be conditionally certified and the members of the proposed group be given
11 notice of the action. *Leuthold*, 224 F.R.D. at 466; see also *Anderson v. Cagle’s, Inc.*, 488 F.3d
12 945, 952–53 (11th Cir. 2007). “[T]he importance of certification ... is that it authorizes either the
13 parties, or the court itself, to facilitate notice of the action to similarly situated employees.”
14 *Morgan v. Family Dollar Stores, Inc.*, 551 F.3d 1233, 1259 (11th Cir. 2008). After receiving
15 notice, members of the proposed-collective-action group may affirmatively opt-in to the
16 proceeding. *Id.* Accordingly, the first step entails an important requirement for the certification
17 of a FLSA collective action; “plaintiff[s] seeking FLSA collective action certification does not
18 have a procedural right to represent a class in the absence of any opt-in plaintiffs.” *Smith v. T-*
19 *Mobile USA Inc.*, 570 F.3d 1119, 1122 (9th Cir. 2009). The court employs a “lenient standard”
20 during the first stage. *Leuthold*, 224 F.R.D. at 467. And while the standard requires more than
21 unsupported allegations, it “typically results in conditional class certification.” *Id.*

22 If the court conditionally certifies the proposed collective action in the first step—and
23 after notice has been given and the opt-in process has been completed—the party opposing
24 certification generally triggers the second by moving for class decertification. *Anderson*, 488
25 F.3d at 953; see also *Leuthold*, 224 F.R.D. at 467. “The court then must make a factual
26 determination” on whether the members of the proposed collective action satisfy the
27 requirements of 29 U.S.C. § 216(b). *Leuthold*, 224 F.R.D. at 467. The court may decide to
28

1 decertify the group if the plaintiffs are not similarly situated, which then results in the dismissal
2 of the opt-in plaintiffs without prejudice. *Id.*

3 In making their motion, the plaintiffs rely on actions taken in *Sargent* to argue
4 satisfaction of the FLSA procedural steps in this matter. But this is an independent action from
5 *Sargent*. So even if the plaintiffs in *Sargent* sought conditional certification and joined with opt-
6 in plaintiffs as required by the FLSA, the plaintiffs herein must satisfy the FLSA requirements in
7 this case independently. They have not done so. They neither sought conditional certification nor
8 joined with opt-in plaintiffs. And while the court recognizes that the parties intend to use a
9 substantial amount of discovery from the *Sargent* matter, the court still requires this independent
10 matter to undergo the first step of certification.¹ The court so requires because the plaintiffs must
11 provide the opportunity of an opt-in process for similarly situated plaintiffs. Otherwise—without
12 joining with opt-in plaintiffs—the plaintiffs here have no right to represent a class in a collective
13 action brought under the FLSA. The plaintiffs therefore skipped procedural steps required for
14 FLSA certification, rendering the instant motion for trial certification premature. As a result, the
15 court denies the motion without prejudice.

16 **III. CONCLUSION**

17 IT IS THEREFORE ORDERED that the plaintiffs' motion to certify (ECF No. 27) is
18 **DENIED without prejudice.**

19
20 IT IS SO ORDERED.

21 DATED this 23rd day of October, 2017.

22
23 

24 LARRY R. HICKS
25 UNITED STATES DISTRICT JUDGE
26
27

28 ¹ At the conditional-certification stage, the proposed class may also identify the proposed-class representatives.